

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 488 - SB 1560

April 9, 2021

SUMMARY OF ORIGINAL BILL: Requires the Tennessee Public Utility Commission (TPUC) to post an electronic version of its most recent annual report to its website.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

IMPACT TO COMMERCE OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (006920): Deletes all language after the enacting clause. Authorizes the Department of Safety (DOS) to transfer surplus first responder two-way radios to certain counties.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Other Fiscal Impact – A precise decrease in state government revenue cannot reasonably be determined due to multiple unknown variables.

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 12-2-403, no surplus property may be disposed of but for a public action, sealed bids, negotiated contract for sale, trade-in, or sale under the rules and regulations of the Procurement Commission.
- Based on information provided by the Department of General Services (DGS) and DOS:
 - The DGS conducts surplus property sales and invoices DOS for costs associated with the sale;
 - Since 2013, 29 sales of surplus property have been held regarding radio equipment held by DOS;
 - The total value of all radios which were sold since 2013 is \$41,603;
 - All such radios were sold at the full price of their value; and
 - The value of each radio varies between \$3,557 and \$6,584 depending on the number of channels.
- The cost of holding individual surplus property sales is unknown; however according to DGS such cost is considered not significant.

- The extent and value of radios which will be transferred to certain counties without payment of financial consideration is unknown.
- The extent and timing of any decrease in state government revenue which would be received through the sale of such radios cannot be determined due to unknown variables.

IMPACT TO COMMERCE WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumption for the bill as amended:

- The proposed language is a transaction occurring between state and local government and will not result in any significant fiscal impact to jobs or commerce in Tennessee.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

/jh